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DOCKET NO. S-03396A-01-0000

Arizona Corporation Commission DOCKETED

JUN 26 2001

DOCKETED BY

**PROCEDURAL ORDER** 

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Chandler, Arizona 85225

Respondents.

## BY THE COMMISSION:

2 On January 29, 2001, the Securities Division ("Division") of the Arizona Corporation Commission ("Commission") filed a Notice of Opportunity for Hearing Regarding Proposed Order to Cease and Desist, for Restitution, for Administrative Penalties, and for Other Affirmative Action 5 ("Notice") against Mobile Cash Systems, LLC; World Wireless Solutions, Inc. a/k/a Wireless Express USA, Inc.; World Electronic Payment Solutions, Inc. d/b/a WEPS; World Cash Providers, LLC; World Cash Providers, Inc.; Mark Alan Melkowski, Sr.; Eagle Communications, Inc.; Eagle One Financial & Tax, LLC; Gerald B. ("Jerry") Johnson; and Kimber Lea Baudour, (collectively the 9 "Respondents") in which the Division alleged that Respondents have engaged in acts, practices, and 10 transactions that constitute violations of the Arizona Securities Act ("Act").

On February 5, 2001, Respondents Mobile Cash Systems, LLC: World Wireless Solutions, Inc., a/k/a Wireless Express USA Inc.; World Electronic Payment Solutions, Inc., d/b/a WEPS; World Cash Providers, LLC; World Cash Providers, Inc. and Kimber Lea Baudour filed a request for hearing.

On February 13, 2001, Respondents Mark Alan Melkowski, Sr., Eagle Communications, Inc., and Eagle One Financial and Tax, LLC, through counsel, filed a request for hearing.

On March 26, 2001, a pre-hearing conference was held addressing issues raised in the Notice.

On March 29, 2001, the Commission issued a procedural order setting the matter for hearing on May 2, 2001.

On April 18, 2001, Respondent Mark Alan Melkowski, Sr. on behalf of himself and Eagle Communications, Inc., and Eagle One Financial and Tax, LLC filed a request for a continuance of the hearing.

On April 23, 2001, the Division filed its response agreeing with the continuance.

On April 24, 2001 a telephonic conference was held with all parties represented except Mr. Johnson. During that conference all parties, again with the exception of Mr. Johnson, agreed to continue the hearing until September.

On April 24, 2001, the Commission issued a procedural order that vacated the May 2, 2001 hearing and reset the matter until September 18, 2001.

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On May 9, 2001, the Division and Mobile Cash Systems, World Wireless Solutions, Inc. a/k/a Wireless Express USA, Inc., World Electronic Payment Solutions, Inc. d/b/a WEPS, World Cash Providers, LLC, World Cash Providers Inc. and Kimber Lea Baudour entered into a Consent Order.

On May 22, 2001, the proposed Consent Order was brought before the Commission at an open meeting for approval. The Commission approved the Consent Order.

On May 24, 2001, the Commission issued Decision No. 63680 which approved the settlement between the Division and Mobile Cash Systems, World Wireless Solutions, Inc. a/k/a Wireless Express USA, Inc., World Electronic Payment Solutions, Inc. d/b/a WEPS, World Cash Providers, LLC, World Cash Providers Inc. and Kimber Lea Baudour.

On May 31, 2001, the Commission received a request for a hearing from Gerald Johnson. In the request Mr. Johnson indicates he failed to request the hearing earlier because he was given false information, although he does not indicate who gave him such information.

On June 6, 2001, the Commission, by Procedural Order, scheduled another pre-hearing conference for June 18, 2001 in this matter.

On June 18, 2001, the pre-hearing conference was held as scheduled. Mr. Johnson was present at the pre-hearing conference. Mr. Melkowski, Eagle One Communications, Inc. and Eagle One Financial & Tax, LLL were not present at the hearing. The Division appeared with counsel. Following discussions between the parties, it was agreed that a hearing should be scheduled on the issues raised in the Notice during the week of September 18, 2001. In the interim, the parties agreed to attempt to resolve the issues raised by the Notice.

Accordingly, a hearing should be scheduled to address the issues raised in the Notice and the presentation of evidence.

IT IS THEREFORE ORDERED that the hearing scheduled for September 18, 2001, at 9:00 a.m., at the Commission's offices, 1200 West Washington Street, Phoenix, Arizona is affirmed.

1 IT IS FURTHER ORDERED that the parties shall exchange witness lists and exhibits, provide a copy of the same to the presiding Administrative Law Judge and file the original and 3 appropriate number of copies with the Commission's Docket Control by September 1, 2001. 4 DATED this 26 day of June, 2001. 5 6 7 8 HIKIP J. DÍON III ADMINISTRATIVE LAW JUDGE 9 10 11 Copies of the foregoing mailed/delivered this 74 day of June, 2001 to: 12 Warren J. Stamm 13 c/o MOBILE CASH SYSTEMS, LLC 8215 South Eastern Avenue, Ste. 239 14 Las Vegas, NV 89123 15 GERALD B. ("JERRY") JOHNSON 2010 West Summit Place 16 Chandler, Arizona 85224-1170 17 Mark Alan Melkowski, Sr. 2173 East La Vieve Lane 18 Tempe, AZ 85254 19 Eagle Communications, Inc. 4430 N. Civic Center Plaza #204 20 Scottsdale, AZ 85251 21 Eagle One Financial & Tax, LLC 4430 N. Civic Center Plaza, #204 22 Scottsdale, AZ 85251 23 Jennifer A. Boucek Assistant Attorney General 24 ARIZONA ATTORNEY GENERAL'S OFFICE 1275 West Washington Street 25 Phoenix, Arizona 85007 26 W. Mark Sendrow, Director Securities Division 27 ARIZONA CORPORATION COMMISSION

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ARIZONA REPORTING SERVICE, INC. 2627 N. Third Street, Suite Three Phoenix, Arizona 85004-1104 Molly Johnson Secretary to Philip J. Dion III By: